

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of

APPLICATION OF SOUTH CUMBERLAND)
WATER DISTRICT FOR RATE INCREASE)
PURSUANT TO ALTERNATE RATE) CASE NO. 8672
ADJUSTMENT PROCEDURE FOR SMALL)
UTILITIES)

O R D E R

IT IS ORDERED that South Cumberland Water District shall file an original and six copies of the following information with the Commission by November 12, 1982. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

1. Provide a copy of the notice given to customers by the utility of the proposed rate change.

2. Submit a copy of the notice given by the City of Burkesville informing South Cumberland that the cost of water will increase to 95 cents per 1,000 gallons. Also, provide copies of the monthly water bills from the City of Burkesville for the test year.

3. Submit a copy of the mortgage agreement for all debts outstanding at the end of the test period.

4. Provide copies of all utility bills for 1981 and indicate the account to which they were expensed.

5. Provide a breakdown of the following accounts for 1981. List all items by invoice and include the name of the vendor, amount due and description of each purchase. Also provide details of any labor or other costs allocated to these accounts. Provide for each employee whose salary is charged to these accounts the hourly or weekly salary, the title and the duties and responsibilities.

- (a) Account 600, Operation Labor
- (b) Account 641, Operation Supplies and Expenses
- (c) Account 921, Office Supplies and Other Expenses

6. Provide copies of statements for all outside services employed during the test year. Show for each statement the amount charged to the various expense accounts.

7. Submit the statements for the property insurance expense incurred during the test year.

8. Provide a breakdown of the utility plant in service at the end of 1981 in accordance with the Uniform System of Accounts. Also provide the depreciation rates applied to each account or the various plant items.

9. Who performs the billing and collecting for South Cumberland? If someone outside the utility, how is the fee determined? If a contract exists, please submit a copy. If billing and collecting is performed internally provide an analysis of the cost involved in this function. Also identify the account to which these items have been charged for 1981.

10. The 1980 Annual Report showed a significant increase in revenues and expenses as compared to 1979. Please provide a

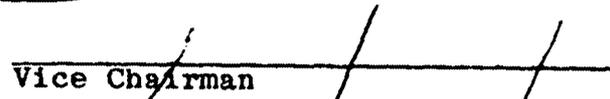
narrative explanation for the events that resulted in these larger amounts.

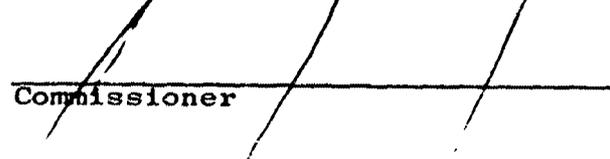
11. How was the \$1,998 in interest and dividend income for 1981 generated?

Done at Frankfort, Kentucky, this 29th day of October, 1982.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary